SENATE BILL 7005

By Kyle

AN ACT to amend Tennessee Code Annotated, Title 49, Chapters 1, 2, 3 and 5, relative to education.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. This act shall be known and may be cited as the "Tennessee First to the Top Act of 2010".

SECTION 2. Tennessee Code Annotated, Section 49-1-602(f)(1)(C)(ii), is amended by deleting the existing language and by substituting instead the following language:

"Removing the school from the jurisdiction of the LEA and placing the school under the jurisdiction of the "achievement school district" established by the commissioner of education pursuant to § 49-1-614."

SECTION 3. Tennessee Code Annotated, Section 49-1-602(f)(1)(C), is further amended by adding the following language as newly designated subdivision (v):

"Notwithstanding any provision of the law to the contrary, the commissioner shall have the authority to choose for the school the plan of alternative governance to be developed and implemented."

SECTION 4. Tennessee Code Annotated, Section 49-1-602(g), is amended by deleting the following language:

"If the school does not meet the performance standards of the state board by the end of the fourth year of improvement status, the school may be placed in the fifth year of improvement status (Restructuring 2--- Alternative Governance). During the fifth year of improvement status:"

and by substituting instead the following language:

"If the school does not meet the performance standards of the state board by the end of the fourth year of improvement status, the school may be placed in the fifth year of improvement status (Restructuring 2--- Alternative Governance). During the fifth year of improvement status or at any time a Title I school meets the U.S. Department of Education's definition of "persistently lowest achieving schools:"

SECTION 5. Tennessee Code Annotated 49-1-602(g)(2)(E), is amended by deleting the existing language and by substituting instead the following language:

"Implementation of the plan for governance, selected from options provided by the commissioner or the specific plan chosen by the commissioner; provided, however, that in the case where the plan for alternative governance is implemented, the LEA shall continue to be accountable for the match required by the funding formula for students served. In addition, the LEA shall continue to provide such support services as identified by the commissioner or designee.

SECTION 6. Tennessee Code Annotated, Section 49-1-602(I)(1)(A), is amended by deleting the existing language and by substituting instead the following language:

"Assume any or all powers of governance for the LEA, including, but not limited to assigning the LEA, or individual schools within the LEA, to the achievement school district. However, in the case of the commissioner assuming governance, the LEA shall continue to be accountable for the match required by the BEP funding formula for students served.

SECTION 7. Tennessee Code Annotated, Section 49-1-606(a), is amended by deleting the second sentence of the subsection in its entirety.

SECTION 8. Tennessee Code Annotated, Section 49-1-606(b), is amended by adding the following sentence at the end of the subsection:

- 2 - 01198095

"The estimates of specific teacher effects may also be made available to the state board approved teacher preparation programs of individual teachers. The estimates made available to the preparation programs shall not be personally identifiable with a particular teacher."

SECTION 9. Tennessee Code Annotated, Title 49, Chapter 1, Part 6, is amended by adding the following language as a new § 49-1-614:

- (a) For the purposes of this title, the "achievement school district" is an organizational unit of the department of education, established by the commissioner for the purpose of providing oversight for the operation of the total program for individual schools or LEAs, pursuant to § 49-1-602.
- (b) The commissioner shall have the authority to contract with one or more individuals, governmental entities or nonprofit entities to manage the day to day operations of any or all schools or LEAs placed in the achievement school district, including, but not limited to providing direct services to students.
- (c) The individual, governmental entity or nonprofit entity contracted with to manage schools or LEAS that have been placed in the achievement school district may apply to the commissioner for a waiver of any state board rule that inhibits or hinders the ability of the school or LEA to achieve the required adequate yearly progress benchmarks. Notwithstanding the provisions of this subsection (c), the commissioner shall not waive rules related to the following:
 - (1) Federal and state civil rights;
 - (2) Federal, state, and local health and safety;
 - (3) Federal and state public records;
 - (4) Immunizations;
 - (5) Possession of weapons on school grounds;

- 3 - 01198095

- (6) Background checks and fingerprinting of personnel;
- (7) Federal and state special education services;
- (8) Student due process;
- (9) Parental rights;
- (10) Federal and state student assessment and accountability;
- (11) Open meetings; and
- (12) At least the same equivalent time of instruction as required in regular public schools.
- (d) The individual, governmental entity or nonprofit entity contracted with to manage schools that have been placed in the achievement school district shall have the authority to determine whether any teacher who was previously assigned to such school shall have the option of continuing to teach at that school as an employee of the managing entity. Any teacher not given that option shall remain an employee of the LEA, subject to the provisions of §49-5-511. Moreover, any teacher who accepts that option shall have the right to return to the employ of the LEA should the managing entity later determine not to continue to employ such teacher, subject to the provisions of §49-5-511.
 - (1) With the exception of the provisions protecting teachers' rights to accumulated sick leave, retirement benefits, pension and tenure status within an LEA, the provisions of Tennessee Code Annotated, § 49-5-203 and the Education Professional Negotiations Act, compiled in Title 49, Chapter, 5, Part 6, shall not apply to teachers who accept the option of continuing to teach at a school placed in the achievement school district.
- (e) After a school or LEA that has been placed in the achievement school district achieves the required adequate yearly progress benchmarks for two consecutive years,

- 4 - 01198095

the commissioner shall develop a transition plan for the purpose of planning the school's or LEA's return to the jurisdiction of the local board of education. Implementation of this plan shall begin after the school or LEA achieves the required adequate yearly progress benchmarks for three consecutive years. The plan must be fully implemented and the transition must be completed after a school or LEA achieves adequate yearly progress benchmarks for five consecutive years.

- (f) Notwithstanding the provisions of any law to the contrary, the commissioner shall have the authority to remove any school or LEA from the jurisdiction of the achievement school district at any time.
- (g) All BEP funds generated in support of students assigned to schools placed in the achievement school district shall be moved to a special BEP reserve account to be held until the school is placed back under the jurisdiction of the LEA.

SECTION 10. Tennessee Code Annotated, Section 49-1-302(d)(1) and (2), are amended by deleting those subdivisions in their entirety and by substituting instead the following:

(d)

(1) There is hereby created the "teacher evaluation advisory committee". The committee shall consist of fifteen (15) members, including the commissioner of education, the executive director of the state board of education and the chairpersons of the education committees of the senate and the house of representatives. The remaining eleven (11) members shall be appointed by the governor. Appointments to the committee shall include persons representing the interests of teachers, school boards, principals, directors, students, parents and others deemed appropriate. The membership of the committee shall appropriately reflect the racial and geographic diversity of this state. The

commissioner of education shall serve as the chairperson of the committee.

- (2) The committee shall develop and recommend to the board, guidelines and criteria for the annual evaluation of all teachers and principals employed by LEAs, including a local-level evaluation grievance procedure. This grievance procedure shall provide a means for evaluated teachers and principals to challenge only the accuracy of the data used in the evaluation and the adherence to the evaluation policies adopted pursuant to this subdivision. Following the development of these guidelines and criteria, the board shall adopt policies necessary to implement the recommended guidelines and criteria. The evaluations shall be a factor in employment decisions, including but not necessarily limited to promotion, retention, termination, compensation and the attainment of tenure status. The mandatory criteria for the evaluation shall include but not necessarily be limited to the following:
 - (A) Teacher effect data, as developed pursuant to Tennessee

 Code Annotated Title 49, Chapter 1, Part 6, when available, or some

 other comparable measure of student growth;
 - (B) Review of prior evaluations; and
 - (C) Personal conferences to include discussion of strengths, weaknesses and remediation: and
 - (D) Relative to teachers only, classroom or position observation followed by written assessment; and
 - (E) Relative to principals only, additional criteria pursuant to § 49-2-303(a)(1).
- (3) The policies adopted pursuant to subdivision (2) shall be effective no later than July 1, 2011, in order to be implemented prior to the 2011-2012

- 6 - 01198095

academic year. Prior to the implementation of these policies, the existing guidelines and criteria for the evaluation of certificated persons employed by LEAs shall continue to be utilized.

SECTION 11. Tennessee Code Annotated, Section 49-2-303(a)(1), is amended by deleting the subdivision in its entirety and by substituting instead the following language:

"Each director of schools shall employ principals for the public schools. The employment contract with each principal shall be in writing, shall not exceed the contract term of the current director of schools, and may be renewed. The contract shall specify duties other than those prescribed by statute and shall contain performance standards including the requirement that the principal's annual evaluation be based on student achievement data, with a significant portion, as defined by the guidelines and criteria developed by the teacher evaluation advisory committee pursuant to § 49-1-302(d), being student growth data as reflected in teacher effect data and TVAS data, as such data is developed pursuant to Tennessee Code Annotated Title 49, Chapter 1, Part 6. Other standards that may be considered in the evaluation shall include but not be limited to other benchmarks for student proficiency, graduation rates, ACT scores where applicable and student attendance. The contract shall provide for consequences when the standards are not met. The performance contract may provide for bonuses beyond base salary, if performance standards are met or exceeded. Reasons for the nonrenewal of a contract may include, but are not limited to inadequate performance as determined by the evaluations. A principal who has tenure as a teacher shall retain all rights of such status, expressly including those specified in § 49-5-510.

SECTION 12. Tennessee Code Annotated, Section 49-3-306(a)(1), is amended by adding the following sentence at the end of the subdivision: "In the alternative, an LEA may submit to the commissioner its own proposed salary schedule, subject to collective bargaining

- 7 - 01198095

where applicable. Implementation of such a salary schedule shall be subject to approval by the commissioner and the state board. In no case shall a salary schedule adopted pursuant to this subdivision (1) result in the reduction of the salary of a teacher employed by the LEA at the time of the adoption of the salary schedule.

SECTION 13. Tennessee Code Annotated, Section 49-1-104, is amended by adding the following language as a new, appropriately designated subsection:

() The department of education, with the assistance of the LEAs, shall identify career and technical education classes in which there is no physical safety risk to students for the purpose of making recommendations to the state board of education that such classes be exempted from the maximum class size for career and technical education classes. Notwithstanding the provisions of subsection (a), upon approval by the state board, the maximum class size standard for any so identified classes shall be set by state board of education policy, at the maximum class size for academic classes in grades seven through twelve (7-12). If the maximum class size of a career and technical class is set at the maximum class size for academic classes in grades seven through twelve (7-12), then the funding level for such class under the basic education program shall be the same as the funding level for academic classes in the grade level at which the class is taught.

SECTION 14. Tennessee Code Annotated, Section 49-5-512, is amended by deleting the existing language in its entirety and by substituting instead the following language:

- (a) A tenured teacher, who receives notification of charges pursuant to § 49-5-511, may, within thirty (30) days after receipt of the notice, demand a full and complete hearing on the charges before an impartial hearing officer selected by the board, as follows:
 - (1) The teacher shall give written notice to the director of schools of the

- 8 - 01198095

teacher's request for a hearing;

- (2) The director of schools shall, within five (5) days after receipt of the request, name an impartial hearing officer who shall be responsible for notifying the parties of the hearing officer's assignment. The hearing officer shall direct the parties or the attorneys for the parties, or both, to appear before the hearing officer for simplification of issues and the scheduling of the hearing, which in no event shall be set later than thirty (30) days following receipt of notice demanding a hearing. In the discretion of the hearing officer, all or part of any prehearing conference may be conducted by telephone if each participant has an opportunity to participate, be heard, and to address proof and evidentiary concerns. The hearing officer is empowered to issue appropriate orders and to regulate the conduct of the proceedings;
- (3) For the purposes of this part, "impartial" means that the selected hearing officer shall have no history of employment with the board or director of schools, no relationship with any board member and no relationship with the teacher or representatives of the teacher;
- (4) All parties shall have the right to be represented by counsel, the opportunity to call and subpoena witnesses, the opportunity to examine all witnesses, the right to require that all testimony be given under oath and the right to have evidence deemed relevant by the submitting party included in the record of the hearing, even if objected to by the opposing party;
- (5) All witnesses shall be entitled to the witness fees and mileage provided by law, which fees and mileage shall be paid by the party issuing a subpoena or calling the witnesses to testify;
 - (6) The impartial hearing officer shall administer oaths to witnesses, who

- 9 **-** 01198095

testify under oath;

- (7) A record of the hearing, either by transcript, recording, or as is otherwise agreed by the parties shall be prepared if the decision of the hearing officer is appealed, and all decisions of the hearing officer shall be reduced to writing and included in the record, together with all evidence otherwise submitted;
- (8) On request of either party to the hearing, witnesses may be barred from the hearing except as they are called to testify. The hearing may be private at the request of the teacher or in the discretion of the hearing officer; and
- (9) At appropriate stages of the hearing, the hearing officer may give the parties the full opportunity to file briefs, proposed findings of fact and conclusions of law, and proposed initial or final orders. The hearing officer shall within ten (10) days of closing the hearing, decide what disposition to make of the case and shall immediately thereafter give the board and the teacher written findings of fact, conclusions of law and a concise and explicit statement of the outcome of the decision.
- (b) The director of schools or other school officials shall not be held liable, personally or officially, when performing their duties in prosecuting charges against any teacher or teachers under this part.

(c)

- (1) If the affected teacher desires to appeal from a decision rendered in whole or in part in favor of the school system, the teacher shall first exhaust the administrative remedy of appealing the decision to the board of education within ten (10) working days of the hearing officer's delivery of the written findings of fact, conclusions and decision to the affected employee.
 - (2) Upon written notice of appeal, the director of schools shall prepare a

- 10 - 01198095

copy of the proceedings, transcript, documentary and other evidence presented, and transmit the copy to the board within twenty (20) working days of receipt of notice of appeal.

- (3) The board shall hear the appeal on the record and no new evidence shall be introduced. The affected employee may appear in person or by counsel and argue why the decision should be modified or reversed. The board may sustain the decision, send the record back if additional evidence is necessary, revise the penalty or reverse the decision. Before any findings and decision are sustained or punishment inflicted, a majority of the membership of the board shall concur in sustaining the charges and decision. The board shall render its decision on the appeal within ten (10) working days after the conclusion of the hearing.
- (4) Any party dissatisfied with the decision rendered by the board shall have the right to appeal to the chancery court in the county where the school system is located within twenty (20) working days after receipt of the dated notice of the decision of the board. It shall be the duty of the board to cause the entire record and other evidence in the case to be transmitted to the court. The review of the court shall be de novo on the record of the hearing held by the hearing officer and reviewed by the board.
- (5) The director of schools shall also have the right to appeal any adverse ruling by the hearing officer to the board under the same conditions as set out in this subsection (c).

SECTION 15. If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to that end the

- 11 - 01198095

provisions of this act are declared to be severable.

SECTION 16. This act shall take effect upon becoming a law, the public welfare requiring it.

- 12 - 01198095